Minimizing and Managing Potential Impacts of Injection-Induced Seismicity from Class II Disposal Wells: Practical Approaches

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State Working Group Members

- Lawrence Bengal Arkansas Oil and Gas Commission
- Douglas Johnson Railroad Commission of Texas, retired
- Charles Lord Oklahoma Corporation Commission
- Tom Tomastik Ohio Department of Natural Resources, retired
- James A Peterson West Virginia Department of Environmental Protection
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- Jim Milne Colorado Oil and Gas Conservation Commission
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Expert Review Panel

- Brian Stump, Southern Methodist University
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- Cliff Frohlich, Bureau of Economic Geology, University of Texas
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- Bill Smith, National Academy of Science, retired

Presentation Summary

- Overview of Study Approach
- Discussion of engineering tools
- Summary of findings and recommendations

• Timeframe for effort

- Literature review and compilation
- Analysis of four case examples
- Development of decision model
- Fundamentals of induced seismicity
- Explore petroleum engineering methods

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 - Comprehensive, but moving target

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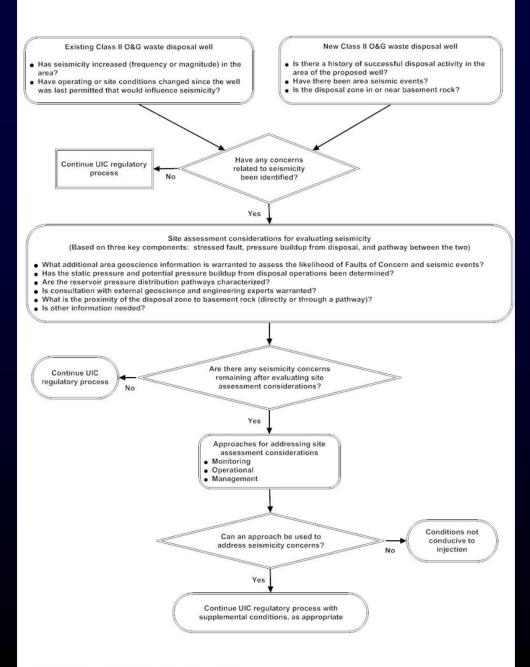
- Analysis of four case examples
 - Arkansas
 - North Texas
 - West Virginia
 - Youngstown Ohio

- Analysis of four case examples
 - Geologic site summary
 - History of seismicity
 - State actions
 - Application of reservoir engineering methods
 - Lessons learned

- Literature review and compilation
- Analysis of four case examples
- Development of decision model
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- Development of decision model
 - Received much input throughout process
 - Comprehensive thought process not specific
 - Founded on Director Discretionary Authority

Injection-Induced Seismicity Decision Model for UIC Directors* (Based on the decision model discussion in Appendix B)



- Literature review and compilation
- Analysis of four case examples
- Development of decision model
- Fundamentals of induced seismicity
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- Fundamentals of induced seismicity
 - Broaden potential audience
 - Provide a general reference
 - Includes geoscience and engineering aspects
 - Appendices of report

- Literature review and compilation
- Analysis of four case examples
- Development of decision model
- Fundamentals of induced seismicity
- Explore petroleum engineering methods

- Explore petroleum engineering methods
 - Data obtained from suspected wells in case examples were analyzed.
 - Two fundamental approaches were used.
 - Pressure transient testing (falloff)
 - Operational data analysis.

Presentation Summary

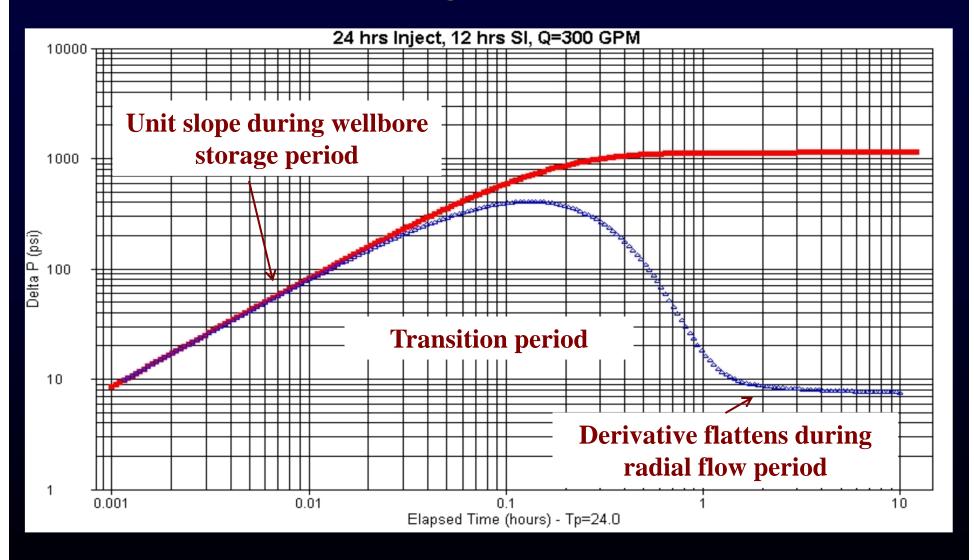
- Overview of Study Approach
- Discussion of engineering tools
- Summary findings and recommendations

- A few points.
 - Quality of data is crucial.
 - These methods are an interpretive tool, not a fix-all.
 - PE tools can determine if fracture flow is predominant.
 - Fractured reservoirs can transmit pressure buildup over great distances.
 - PE tools can detect reservoir changes at distance, including faults.
 - Correspondence between well behavior and seismicity was apparent in some case example wells.

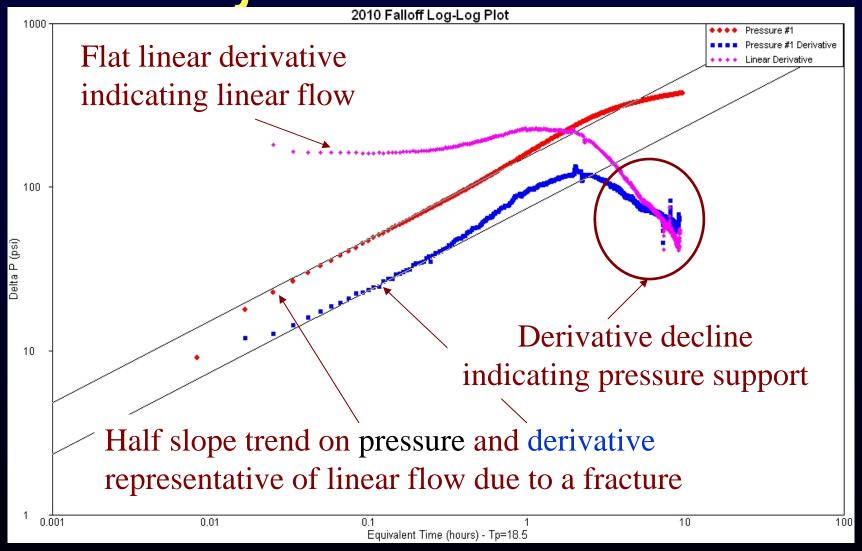
- Two fundamental approaches
 - Well testing
 - Pressure transient or falloff testing can determine if a reservoir is fractured, as well as static formation pressure.
 - Analysis of operational data
 - Hall plots using operational data (rates and pressures) indicate changes in transmissivity (ease of injection) at distance.

• Examples – falloff testing

Log-Log Plot of a Disposal Well Exhibiting Radial Flow



Falloff Test Indicating Fractured Injection Formation



• Examples – Hall plots

Presentation Summary

- Overview of Study Approach
- Aspects of engineering tools
- Summary of findings and recommendations

Summary of Findings and Recommendations

- Proactive approach is preferred
 - Engage operators
 - Additional site geologic data
 - Voluntary actions
 - Increased operational data
 - Monitor seismicity trends in regional area
 - Characterize injection reservoir (testing)
 - Case examples deep fractured reservoirs
 - Fractures more likely to communicate pressure buildup long distances
 - Buildup can be directional
 - Fractured reservoirs can result in communication with basement rocks, lower

Summary of Findings and Recommendations

- Assure high quality operational data
- Permitting contingencies (green, yellow, red lights)
 are an excellent tool to address site uncertainties
- Increased seismometers better define seismic activity.

- Engage operators
 - Additional site geologic data
 - Voluntary actions
 - Increased operational data
- Monitor seismicity trends in regional area

Final Words

• EPA Region 6 is preparing a seismicity training module for injection well regulators.

- Literature review and compilation
 - Peer reviewed material only
 - Comprehensive, but moving target
- Analysis of four case examples
 - Geologic site summary
 - History of seismicity
 - State actions
 - Application of reservoir engineering methods
 - Lessons learned
- Development of decision model
 - Thought process not specific
 - Example of ODEQ support
 - site assessment may never be sufficient
- Explore petroleum engineering methods
 - Quality of data is crucial
 - The importance of Fractured reservoirs can transmit pressure b
 - PE tools can determine if fracture flow is predominant
 - PE tools can "see" reservoir changes at distance including faults
 - Correspondence between well behavior

Lessons Learned From Case Examples

- Engage operators of suspected wells early
- Analyze existing operational data
 - Provides insight into the behavior of the disposal zone (fracture flow or radial flow)
 - Hall plots can show reservoir changes/features away from well (increased ease or difficulty of fluid flow).

Seismicity in Areas of Oil and Gas Activities

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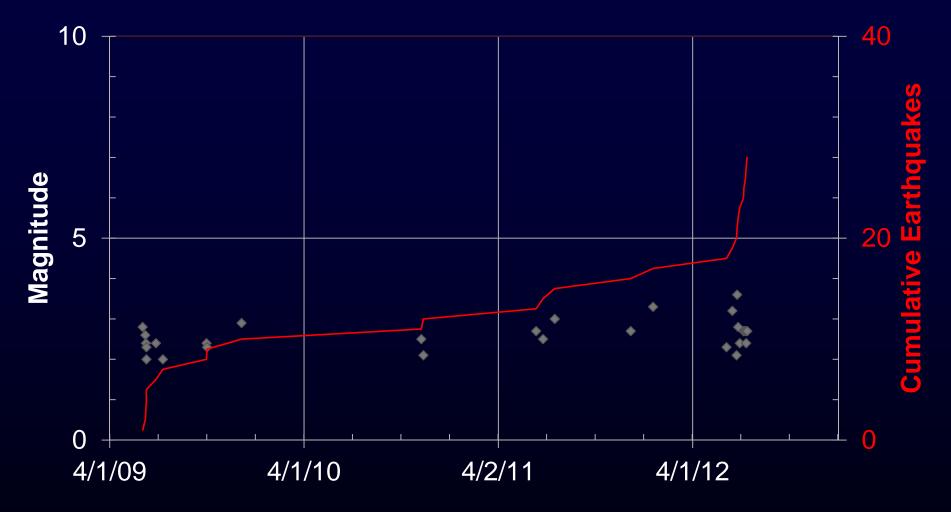
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Presentation Summary

- Background on underground injection
- Relevant seismicity fundamentals
- Selected recent cases of seismic activity
 - ◆ Arkansas
 - ◆ North Texas
 - ◆ Youngstown, Ohio
- Tools for minimizing seismicity





Magnitude — Cumulative Events

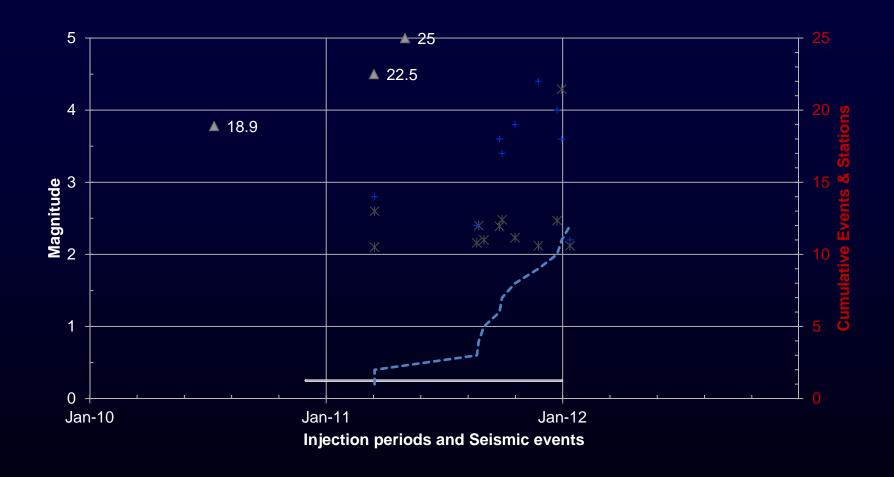
Youngstown, Ohio

- March 2011 First of a series of low magnitude events.
- Events continued through 2011, culminating in a M4.3 event on December 31.
- A nearby disposal well was shut in immediately



FIGURE G-2: YOUNGSTOWN AREA TIMELINE OF EVENTS

Youngstown, Ohio Seismicity



X Event Magnitude

——North Star (SWIW #10) 1

Nearby Stations

▲ Permit for Max Inj Pressure, *100 psi

FIGURE G-3: YOUNGSTOWN AREA SEISMICITY MAP

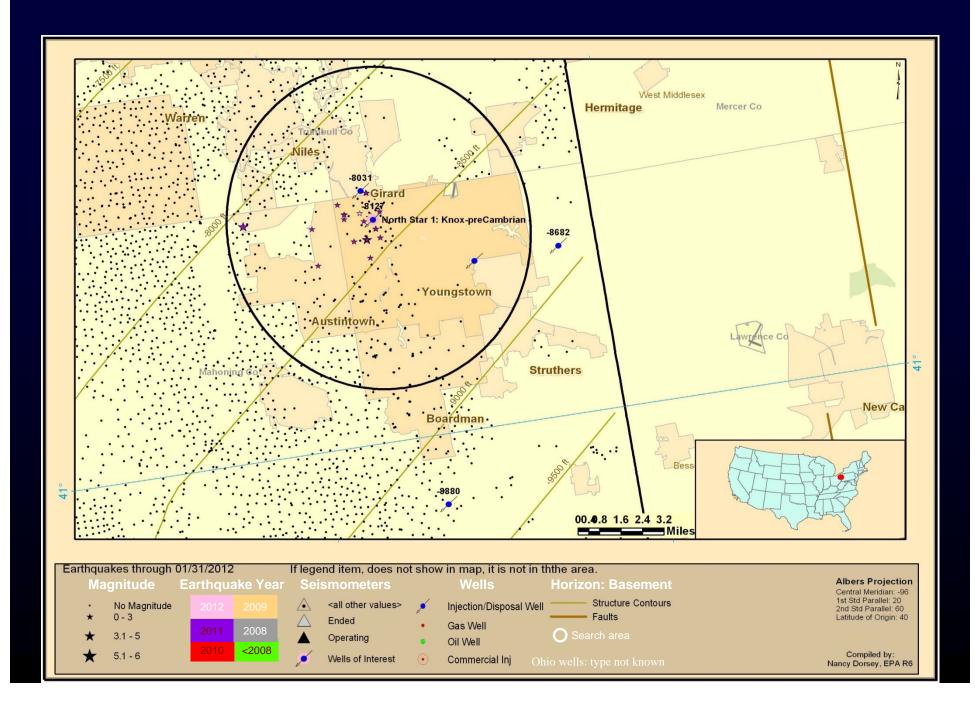


FIGURE G-7: NORTH STAR NO. 1 SWD OPERATIONAL DATA OVERVIEW PLOT

Northstar #1 Operational Data Overview Plot

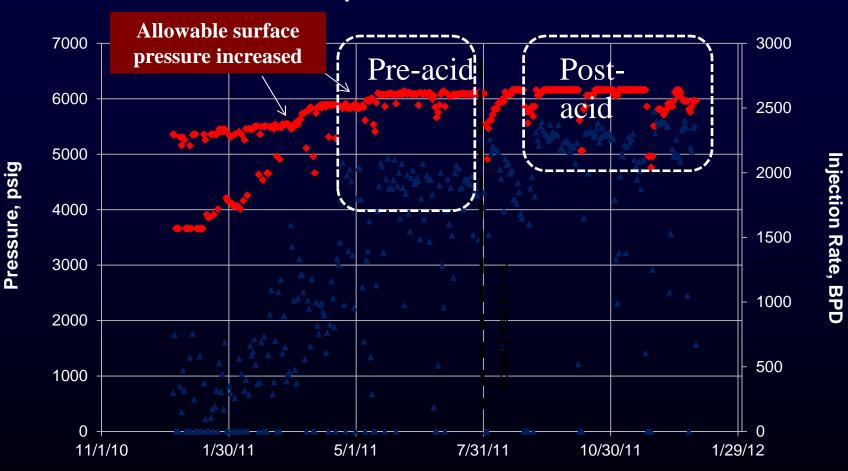
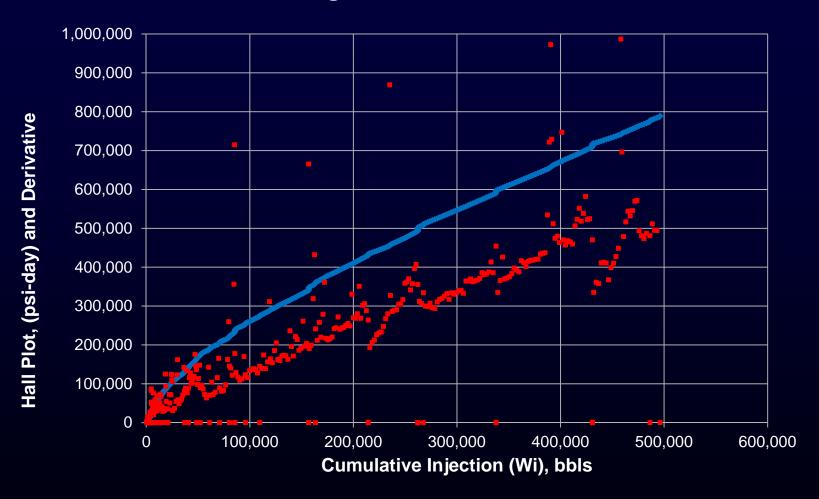


FIGURE G-9: NORTH STAR NO. 1 SWD HALL INTEGRAL AND D

Hall Integral Plot with Derivative

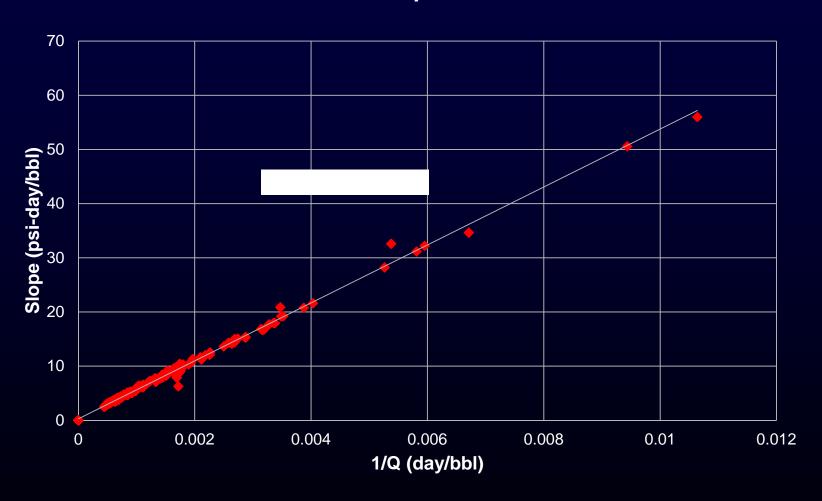


Hall Integral, psi-day

Hall Derivative

FIGURE G-10: NORTH STAR NO. 1 SWD SILIN SLOPE PLOT

Silin Slope Plot

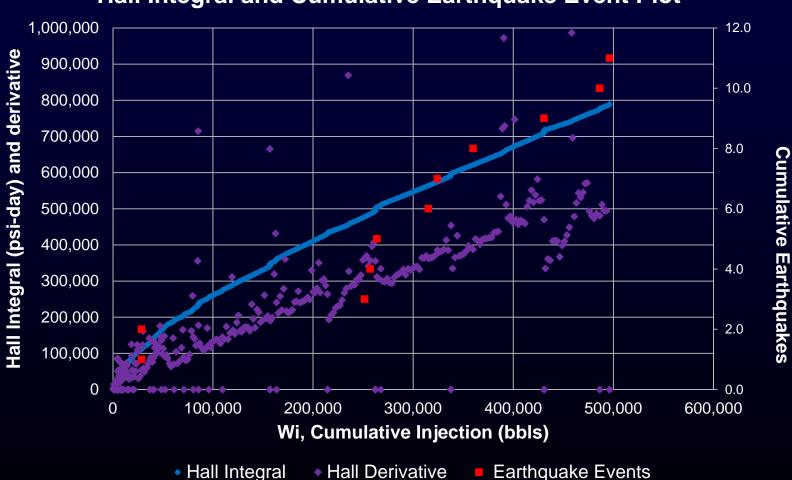


Silin Slope Data

—Linear (Silin Slope Data)

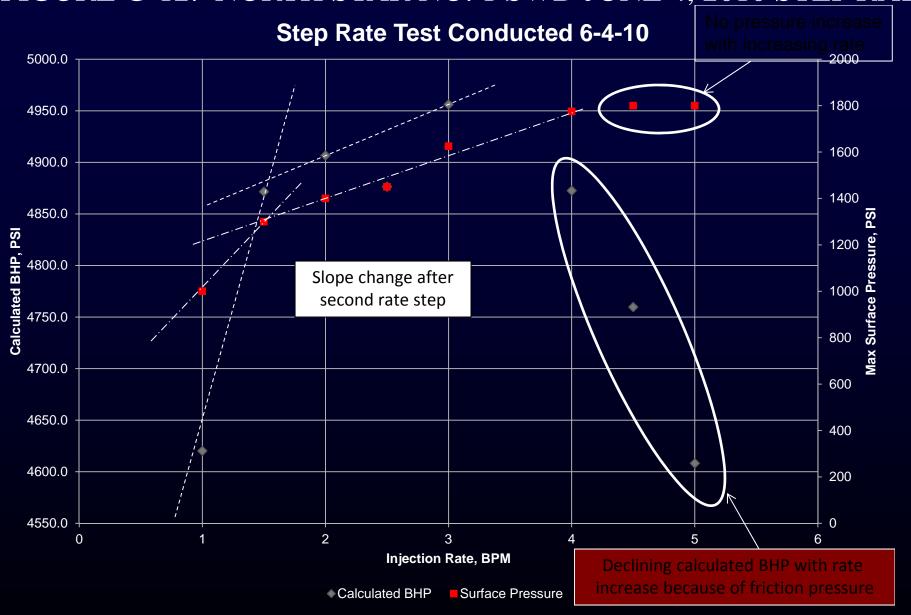
FIGURE G-11: NORTH STAR NO. 1 SWD TANDEM PLOT

Hall Integral and Cumulative Earthquake Event Plot



Earthquake Events

FIGURE G-12: NORTH STAR NO. 1 SWD JUNE 4, 2010 STEP RAT



Tools Used to Minimize Seismicity

Possible Tools From Case Examples and Literature

- ◆ Reduced injection rates (Braxton Co., WV)
- ◆ Engage well operators
- Engage external expertise
- Increased reporting of key injection parameters
- ◆ Moratoriums in areas believed to be high risk
- Increased number of seismometers deployed
- Reservoir analyses
- Establish action levels

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